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綠色動力
DYNAGREEN

綠色動力環保集團股份有限公司
Dynagreen Environmental Protection Group Co., Ltd.*
(a joint stock limited liability company incorporated in the People's Republic of China)
(Stock Code: 1330)

VOLUNTARY ANNOUNCEMENT

**UPDATE ON INVESTMENT AND COOPERATION
FRAMEWORK AGREEMENT**

Reference is made to the voluntary announcement of Dynagreen Environmental Protection Group Co., Ltd.* (the “**Company**”, together with its subsidiaries, the “**Group**”) dated 19 May 2023 in relation to entering into the Framework Agreement (the “**Voluntary Announcement**”). The purpose of this announcement is to keep the shareholders of the Company (the “**Shareholders**”) and potential investors informed of the latest business development of the Group. Unless otherwise defined herein, capitalized terms used in this announcement shall have the same meanings as those defined in the Voluntary Announcement.

On 11 December 2023, the Company (hereinafter referred to as “**Party B**”) and Zhangqiu District People’s Government (hereinafter referred to as “**Party A**”) entered into the Investment and Cooperation Agreement (hereinafter referred to as the “**Investment and Cooperation Agreement**”) on the Zhangqiu Low-Carbon Environmental Protection Industrial Park (hereinafter referred to as the “**Project**”), pursuant to which both parties agreed on the latest arrangements of the Project.

I. BASIC INFORMATION ON THE PROJECT

- (I) Name of the Project: Zhangqiu District Low-carbon Environmental Protection Industrial Park for High-quality Industrial Development after Relocation for the Yellow River Beach Area

- (II) Construction details: the proposed park of the Project will be constructed in three phases and is initially divided into solid waste treatment area, low-carbon environmental protection industrial area, ecological agriculture demonstration area. Details of the Project shall be subject to project licensing, approval and other relevant information.
- (III) Construction period: a detailed project construction plan shall be formulated after the planning of the Project is determined.
- (IV) Site and land use of the Project: Party B shall obtain the land use right of about 1,649 Mu (in particular, it is not required to proceed with the construction land approval procedures again for the land currently used by Zhangqiu Waste-to-energy Project) of the land located at the junction of Huanghe Sub-district and Gaoguanzhai Sub-district under the jurisdiction of Party A for the development and operation of the Project in accordance with legal procedures.
- (V) The initial estimated total investment of the Project is basically consistent with the Framework Agreement.

II. MAIN RIGHTS AND OBLIGATIONS OF THE PARTIES

(I) Main rights and obligations of Party A

Party A shall coordinate with relevant authorities to assist Party B in the preliminary project licensing, application, site selection, land use permit procedures, project company registration and other procedures, firefighting, environmental protection and other preliminary infrastructure procedures as well as other approvals of the Project. Party A shall be responsible for coordinating with relevant departments to provide assistance in handling compliance, land expropriation compensation, demolition and relocation, resettlement and other work of the Project.

The Investment and Cooperation Agreement specifically stipulates that as the Project may be affected by the Notice on Promoting the Entry of Industrial Projects into the Parks in Key Areas along the Yellow River and Strictly Control of Projects with High Pollution, High Water Consumption and High Energy Consumption during the “14th Five-Year Plan” Period jointly issued by four national ministries and commissions and the planning policy document of Urban Development Boundaries of the Territorial Space Zoning Plan of Zhangqiu District, Jinan City (2021-2035), Party A shall provide all-out coordination to win the support of relevant superior units, so that the Project can be legally implemented in accordance with the project planning at the position agreed in the Investment and Cooperation Agreement.

(II) Main rights and obligations of Party B

The investment and construction obligations of Party B under the Investment and Cooperation Agreement shall be subject to the proper implementation of the above special stipulation.

After the project planning meets policy requirements, Party B shall establish a project company in the area where the Project is located according to the actual needs, and the project company shall be responsible for the development, construction, operation and management of the Project. Both Party A and Party B confirm that the project company shall assume all rights and obligations of Party B under the Investment and Cooperation Agreement. Party B shall inject capital into the project company according to actual needs and ensure that the investment channels are smooth and the Project is put into operation as scheduled to ensure the smooth progress of the Project.

Party B undertakes to proactively introduce foreign-funded enterprises in line with the industrial policies of the Project to enter the industrial park of the Project after the Project is implemented. Party B shall not change the land use without the consent of Party A. Party B shall promptly notify Party A in writing of any equity transfer or change of shareholders. If such changes damage Party A's rights and interests, Party B shall bear the corresponding legal liabilities.

III. MISCELLANEOUS

If Party B is unable to complete the land use obtaining and the relevant legal compliance procedures for the Project within two years from the date of signing of the Investment and Cooperation Agreement for whatever reason, the Investment and Cooperation Agreement may be terminated.

IV. IMPACT ON THE COMPANY

The implementation of the Project will not affect the independence of the Company's business, and will not cause connected transactions, horizontal competition and business dependence for the principal businesses of the Company.

V. IMPLICATIONS OF THE RULES GOVERNING THE LISTING OF SECURITIES ON THE STOCK EXCHANGE OF HONG KONG LIMITED (THE “LISTING RULES”)

The signing of the Investment and Cooperation Agreement does not constitute a notifiable transaction under the Listing Rules. Upon the signing of the Formal Contracts, the Company will comply with the relevant requirements under the Listing Rules, if applicable.

By Order of the Board
Dynagreen Environmental Protection Group Co., Ltd.*
Qiao Dewei
Chairman

Shenzhen, the PRC
11 December 2023

As of the date of this announcement, the executive directors of the Company are Mr. Qiao Dewei, Ms. Zhong Xia and Mr. Hu Shengyong; the non-executive directors of the Company are Mr. Liu Shuguang, Mr. Yue Peng and Mr. Tong Xiangyu; and the independent non-executive directors of the Company are Ms. Fu Jie, Mr. Xie Lanjun and Mr. Zhou Beihai.

* *For identification purposes only*